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SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

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FORM 10-Q

QUARTERLY REPORT UNDER SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934

For Quarter Ended March 25, 1992 Commission File Number 000-16791

HOMESTYLE BUFFET, INC.

(Exact name of registrant as specified in its charter)

FLORIDA	59-2736736
(State or other jurisdiction of incorporation or organization)	(IRS employer identification no.)

35207 U.S. Highway 19 North
Palm Harbor, FL 34684

(Address of principal executive offices including zip code)

(813) 785-1370
(Registrant's telephone number, including area code)

Indicate by a check mark whether the registrant (1) has filed all reports to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past ninety (90) days.

Yes (X) No ( )

The number of shares outstanding of registrants' Common Stock, par value $.01 per share, at March 25, 1992 was 5,942,319.

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HOMESTYLE BUFFET, INC.

Index

PART I: FINANCIAL INFORMATION

		PAGE #
Item 1.	Financial Statements:	
	Balance Sheets At March 25, 1992 and January 1, 1992	3
	Statements of Operations For the Twelve Weeks Ended March 25, 1992 and March 27, 1992	5
	Statement of Stockholders' Equity For the Twelve Weeks Ended March 25, 1992	6
	Statements of Cash Flows For the Twelve Weeks Ended March 25, 1992 and March 27, 1991	7
	Notes to Financial Statements	8
Item 2.	Management's Discussion and Analysis of Financial Condition and Results of Operations	9

PART II: OTHER INFORMATION

Item 1.	Legal Proceedings	11
Item 2.	Changes in Securities	11
Item 3.	Defaults Upon Senior Securities	11
Item 4.	Submission of Matter to a Vote of Security Holders	11
Item 5.	Other Information	11
Item 6.	Exhibits and Reports on Form 8-K	11
	Signatures	12

PART I FINANCIAL INFORMATION

Item 1: FINANCIAL STATEMENTS

HOMESTYLE BUFFET, INC.

BALANCE SHEETS

At March 25, 1992 and January 1, 1992

ASSETS

	March 25 1992 (unaudited)	January 1, 1992
Current assets:		
Cash and investments	$ 2,998,515	$ 2,822,258
Receivables	432,790	1,360,429
Inventory	842,120	827,924
Income tax refund receivable	868,580	868,580
Prepaid expenses and other	296,747	328,279
Total current assets	5,438,752	6,207,470
Property and equipment, at cost, net of accumulated depreciation	25,676,611	25,940,685
Deposits and other assets	309,910	327,588
Total Assets	$31,425,273	$32,475,743

See accompanying notes to financial statements

HOMESTYLE BUFFET, INC.

BALANCE SHEETS (Continued)

LIABILITIES AND STOCKHOLDERS' EQUITY

	March 25 1992 (unaudited)	January 1, 1992
Current liabilities:		
Accounts payable	$ 2,306,852	$ 2,732,430
Current portion of obligations under capital leases	138,467	138,467
Accrued expenses	2,816,292	3,455,722
Income taxes payable	11,130	-
Total current liabilities	5,272,741	6,326,619
Obligations under capital leases, excluding current portion	821,458	855,455
Deferred income taxes payable	253,811	252,081
Total liabilities	6,348,010	7,434,155
Stockholders' equity		
Common stock, $.01 par value, authorized 10,000,000 shares, issued 5,942,319 shares at March 25, 1992, 5,939,599 shares at January 1, 1992	59,423	59,396
Additional paid in capital	25,356,362	25,351,901
(Accumulated deficit)	(338,522)	(369,709)
Total stockholders' equity	25,077,263	25,041,588
Total Liabilities and Stockholders' Equity	$31,425,273	$32,475,743

See accompanying notes to financial statements

HOMESTYLE BUFFET, INC.

STATEMENTS OF OPERATIONS

For the Twelve Weeks
Ended March 25, 1992 and March 27, 1991
(unaudited)

	First Quarter	
	March 25, 1992	March 27, 1991
Restaurant sales	$12,277,681	$11,157,896
Cost of restaurant sales	10,802,951	9,980,760
Restaurant profit	1,474,728	1,177,136
Selling, general and administrative expenses	1,407,157	861,827
Provision for restaurant closings (Note 4)	-	(63,753)
Operating income	67,571	379,062
Other income (expense)	(16,827)	67,668
Earnings before income taxes	50,744	446,730
Income tax expense	19,557	171,294
Net earnings	$ 31,187	$ 275,436
Net earnings per share of common stock (Note 2)	$ .01	$ .05
Weighted average common and common equivalent shares outstanding	5,997,441	5,974,483

See accompanying notes to financial statements

HOMESTYLE BUFFET, INC.

STATEMENT OF STOCKHOLDERS' EQUITY

For the Twelve Weeks Ended
March 25, 1992
(unaudited)

	Common Stock Shares	Common Stock Amount	Additional Paid in Capital	(Accumulated Deficit)	Total Stockholders Equity
Balances at January 1, 1992	5,939,599	$59,396	$25,351,901	$(369,709)	$25,041,588
Sale of common stock, net of underwriting costs	-	-	-	-	-
Exercise of stock options	2,720	27	4,461	-	4,488
Net Earnings	-	-	-	31,187	31,187
Balances at March 25, 1992	5,942,319	$59,423	$25,356,362	$(338,522)	$25,077,263

See accompanying notes to financial statements

HOMESTYLE BUFFET, INC.

STATEMENTS OF CASH FLOWS

For the Twelve Weeks ended March 25, 1992 and March 27, 1991

	1992 (unaudited)	1991 (unaudited)
Cash flows from operating activities:		
Net income	$ 31,187	$ 275,436
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	494,494	429,089
Change in assets and liabilities:		
Decrease in short-term investments	-	1,875,789
Decrease in receivables	927,639	93,782
Decrease (Increase) in inventory	(14,196)	28,731
Decrease in prepaid expenses and other	31,532	400
Decrease (Increase) in deposits and other assets	17,678	(6,556)
(Decrease) in bank overdraft	-	(898,040)
Increase (Decrease) in accounts payable	(425,578)	411,590
(Decrease) in accrued expenses	(639,430)	(349,114)
(Decrease) in provision for restaurant closing	-	(132,300)
Increase in income taxes payable	11,130	372,957
Increase (Decrease) in deferred income taxes payable	1,730	(10,064)
Net cash provided by operating activities	436,186	2,071,700
Cash flows used in investing activities:		
Capital expenditures, net	(230,393)	(1,680,150)
Cash flows from financing activities:		
Payments on capital lease obligations	(33,997)	-
Proceeds from stock options exercised	4,461	32,641
Net cash provided by financing activities	(29,536)	32,641
Net increase in cash	176,257	424,191
Cash and cash equivalents at beginning of period	2,822,258	512,583
Cash and cash equivalents at end of period	$ 2,998,515	$ 936,774

See accompanying notes to financial statements

HOMESTYLE BUFFET, INC.

NOTES TO FINANCIAL STATEMENTS

1. The financial statements are unaudited and reflect all adjustments which are in the opinion of management necessary for a fair presentation of the financial position and operating results for the interim periods. The financial statements should be read in conjunction with the financial statements and notes thereto contained in the Company's Annual Report to Stockholders for the fiscal year ended January 1, 1992. The results of operations for the twelve weeks ended March 25, 1992 are not necessarily indicative of the results for the entire fiscal year ending December 30, 1992.

2. Earnings per share is based on the weighted average number of common shares outstanding in each period. Outstanding shares were also increased by shares issuable upon exercise of those employee stock options and warrants for which market price exceeds the grant price, less shares which could have been repurchased with the related proceeds.

3. The Company has amended its quarterly information for the fiscal year ended January 1, 1992 to reduce net income for the first quarter to $275,436 ($.05 per share), second quarter to $31,130 ($.01 per share) and third quarter to a loss of $138,166 ($.02 per share) to primarily reflect retroactive and other workers' compensation and general liability insurance charges, as well as depreciation and certain other adjustments.

4. In the year ended January 2, 1991, the Company made an estimated provision of $1,130,000 for the closing of a Jacksonville restaurant and conversion of another restaurant. The closing and conversion occurred in April 1991. The provision related to the leases and other expenses of $400,000 was reflected as a current liability at January 2, 1991. The provision for disposal of leasehold improvements and equipment of $730,000 was recorded in accumulated depreciation. Actual costs incurred were $1,024,444. The remaining provision of $105,556 was reversed in the year ended January 2, 1992 with $63,753 being reversed in the first quarter and the remaining $41,803 in the second quarter.

HOMESTYLE BUFFET, INC.

Item 2 : MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

RESULTS OF OPERATIONS

RESTAURANT SALES of $12,277,681 for the quarter ended March 25, 1992 represents an increase of $1,119,785 or 10% over the same quarter last year. This increase reflects the operation of thirty-three restaurants in the first quarter, compared to thirty restaurants during the same quarter last year.

During the twelve week period ended March 25, 1992, average weekly sales for the Company's restaurants were $31,481, a decrease of 1.8% from average weekly sales of $32,062 during the same period last year. Restaurant sales are affected by seasonal patterns in Florida and in the Northeast and Mid-Atlantic states. Sales are higher in the winter months in Florida, where nine of the Company's restaurants are located while sales in the Northeast and Mid-Atlantic states are higher in the summer months. Unfavorable economic conditions continue to impact every market in which the Company operates. Aggressive marketing programs begun in the second half of 1991 are to showing some cumulative effect.

RESTAURANT PROFIT was 12% of net sales for the quarter ended March 25, 1992 compared to 10.5% of net sales for the same quarter last year. Food cost has improved from last year due to the development of high value, lower cost menu items and the continued benefits of centralized, volume purchasing programs. Labor costs have increased largely due to higher costs for direct labor. Operating expenses have declined as a percentage of sales from the first quarter of 1991 due to the implementation of specific cost cutting programs. Occupancy and fixed cost percentages have increased due to higher costs for new restaurant locations and because of their relatively fixed nature coupled with the decline in average weekly sales.

SELLING, GENERAL AND ADMINISTRATIVE EXPENSES increased substantially from the first quarter of 1991 reflecting the increased spending related to aggressive marketing campaigns begun in the second half of 1991. Advertising and promotion increased to 6.7% of sales in the first quarter of 1992 compared to 1% for the same quarter last year. At the same time, the Company's general and administrative expenses declined to 4.8% of sales for the first quarter of 1992 from 6.8% for the prior year reflecting the impact of aggressive cost cutting programs.

OTHER INCOME (EXPENSE) for the quarter declined from income of $67,668 in 1991 to an expense of $16,827 in 1992 due to a reduction of invested funds and the addition of interest and other expenses related to obligations under capital leases.

(continued)

INCOME TAX EXPENSE was calculated using an effective tax rate of 38.5% in the first quarter of 1992 versus a tax rate of 38.3% for the same quarter in 1991. The slight change results from lower non-taxable other income in 1992.

FINANCIAL CONDITION

The principle changes in the Company's financial condition from January 1, 1992 were decreases in receivables, accounts payable and accrued expenses.

LIQUIDITY AND CAPITAL RESOURCES. The Company is planning to open two to three restaurants during 1992 and expects to spend between $1,600,000 and $2,700,000 on these new facilities, depending upon contributions obtained from landlords for leasehold improvements. The Company is also planning to remodel 24 existing restaurants and expects to spend approximately $900,000 on this program. Sources of capital for new restaurants and remodels this year will come from existing cash balances, funds from operations and outside financing.

HOMESTYLE BUFFET, INC.

PART II: OTHER INFORMATION

Item 1. Legal Proceedings

The registrant is not party to any material legal proceedings.

Item 2. Changes in Securities

Not Applicable

Item 3. Defaults Upon Senior Securities

Not Applicable

Item 4. Submission of Matter to a Vote of Security Holders

Not Applicable

Item 5. Other Information

Not Applicable

Item 6. Exhibits and Reports on Form 8K

a) Exhibits: None
b) Reports on Form 8K: None

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this Report to be signed on its behalf by the undersigned, thereunto duly authorized.

HOMESTYLE BUFFET, INC.
(Registrant)

By Thomas J. Wiesenhart
Vice President of Finance/Controller

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